

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

W

W-02450A
Water Utility of Greater Tonopah, Inc.
3800 N. Central Ave., Ste. 770
Phoenix, AZ 85012

ANNUAL REPORT

FOR YEAR ENDING

12	31	2004
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RECEIVED

APR 18 2005

AZ Corporation Commission
Director Of Utilities

FOR COMMISSION USE

ANN04	04
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COMPANY INFORMATION

Company Name (Business Name) <u>Water Utility of Greater Tonopah, Inc.</u>		
Mailing Address <u>3800 N. Central Ave. Suite 770</u>		
<u>Phoenix</u> (City)	<u>AZ</u> (State)	<u>85012</u> (Zip)
<u>602-224-0711</u> Telephone No. (Include Area Code)	<u>602-224-5455</u> Fax No. (Include Area Code)	<u>602-725-0889</u> Pager/Cell No. (Include Area Code)
Email Address <u>jmihlik@qwest.net</u>		
Local Office Mailing Address <u>401 E. Jackson Ave.</u>		
<u>Buckeye</u> (City)	<u>AZ</u> (State)	<u>85326</u> (Zip)
<u>623-386-4252</u> Local Office Telephone No. (Include Area Code)	<u>623-386-6638</u> Fax No. (Include Area Code)	<u>623-764-1952</u> Pager/Cell No. (Include Area Code)
Email Address _____		

MANAGEMENT INFORMATION

Management Contact: <u>John Mihlik</u>		<u>President</u>	
(Name)		(Title)	
<u>3800 N. Central Ave. Suite 770</u> (Street)	<u>Phoenix</u> (City)	<u>AZ</u> (State)	<u>85012</u> (Zip)
<u>602-244-0711</u> Telephone No. (Include Area Code)	<u>602-224-5455</u> Fax No. (Include Area Code)	<u>602-725-0889</u> Pager/Cell No. (Include Area Code)	
Email Address <u>jmihlik@qwest.net</u>			
On Site Manager: <u>Jack Meister</u>			
(Name)			
<u>401 E. Jackson Ave.</u> (Street)	<u>Buckeye</u> (City)	<u>AZ</u> (State)	<u>85326</u> (Zip)
<u>623-386-4252</u> Telephone No. (Include Area Code)	<u>623-386-6638</u> Fax No. (Include Area Code)	<u>623-764-1952</u> Pager/Cell No. (Include Area Code)	
Email Address <u>jack@vwc.phxcoxmail.com</u>			

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent: John F. Goodson
(Name)
2025 N. 3rd St. Phoenix AZ 85004
(Street) (City) (State) (Zip)
602-252-5110 602-257-1883 602-252-5823
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Attorney: Bill Sullivan
(Name)
2712 N. 7th St. Phoenix AZ 85006
(Street) (City) (State) (Zip)
602-248-0372 602-266-8290
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

OWNERSHIP INFORMATION

Check the following box that applies to your company:

- | | |
|---|--|
| <input type="checkbox"/> Sole Proprietor (S) | <input checked="" type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P) | <input type="checkbox"/> Subchapter S Corporation (Z) |
| <input type="checkbox"/> Bankruptcy (B) | <input type="checkbox"/> Association/Co-op (A) |
| <input type="checkbox"/> Receivership (R) | <input type="checkbox"/> Limited Liability Company |
| <input type="checkbox"/> Other (Describe) _____ | |

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

- | | | |
|-------------------------------------|--|-----------------------------------|
| <input type="checkbox"/> APACHE | <input type="checkbox"/> COCHISE | <input type="checkbox"/> COCONINO |
| <input type="checkbox"/> GILA | <input type="checkbox"/> GRAHAM | <input type="checkbox"/> GREENLEE |
| <input type="checkbox"/> LA PAZ | <input checked="" type="checkbox"/> MARICOPA | <input type="checkbox"/> MOHAVE |
| <input type="checkbox"/> NAVAJO | <input type="checkbox"/> PIMA | <input type="checkbox"/> PINAL |
| <input type="checkbox"/> SANTA CRUZ | <input type="checkbox"/> YAVAPAI | <input type="checkbox"/> YUMA |
| <input type="checkbox"/> STATEWIDE | | |

COMPANY NAME

Water Utility of Greater Tonopah, Inc.

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization	5,448	0	5,448
302	Franchises	1,330	0	1,330
303	Land and Land Rights	39,266	0	39,266
304	Structures and Improvements	23,674	6,938	16,737
307	Wells and Springs	146,449	97,891	48,558
311	Pumping Equipment	194,455	70,206	124,249
320	Water Treatment Equipment	59,865	1,582	58,283
330	Distribution Reservoirs and Standpipes	168,732	70,342	98,390
331	Transmission and Distribution Mains	473,610	225,786	247,824
333	Services	36,859	11,248	25,611
334	Meters and Meter Installations	32,298	12,378	19,920
335	Hydrants	37,307	7,574	29,733
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	1,219,293	503,944	715,349

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME

Water Utility of Greater Tonopah, Inc.

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2) SLHY	Depreciation Expense (1x2)
301	Organization	5,448	0%	0
302	Franchises	1,330	0%	0
303	Land and Land Rights	39,266	0%	0
304	Structures and Improvements	23,674	5.0%	1,077
307	Wells and Springs	146,449	5.0%	6,694
311	Pumping Equipment	194,455	5.0%	8,859
320	Water Treatment Equipment	59,865	5.0%	1,523
330	Distribution Reservoirs and Standpipes	168,732	5.0%	8,437
331	Transmission and Distribution Mains	473,610	5.0%	21,219
333	Services	36,859	5.0%	1,843
334	Meters and Meter Installations	32,298	5.0%	1,550
335	Hydrants	37,307	5.0%	1,865
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	Less: CIAC Accumulated Amortization			(291)
	TOTALS	1,219,293		52,776

This amount goes on the Comparative Statement of Income and Expense _____
 Acct. No. 403.

BALANCE SHEET

Acct No.	ASSETS	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 2,847	\$ 3,384
134	Working Funds		
135	Temporary Cash Investments	1,018	2,417
141	Customer Accounts Receivable	9,691	6,246
146	Notes/Receivables from Associated Companies	15,941	0
151	Plant Material and Supplies		
162	Prepayments	534	2,660
174	Miscellaneous Current and Accrued Assets	52,217	38,556
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 82,248	\$ 53,263
	FIXED ASSETS		
101	Utility Plant in Service	\$ 979,350	\$ 1,219,293
103	Property Held for Future Use		
105	Construction Work in Progress	137,339	7,949
108	Accumulated Depreciation – Utility Plant	(450,877)	(503,944)
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ 665,812	\$ 723,299
	TOTAL ASSETS	\$ 748,060	\$ 776,561

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITIES		
231	Accounts Payable	\$ 0	\$ 0
232	Notes Payable (Current Portion)	3,350	3,628
234	Notes/Accounts Payable to Associated Companies	0	22,217
235	Customer Deposits	6,570	3,570
236	Accrued Taxes	1,728	2,546
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities	616	0
	TOTAL CURRENT LIABILITIES	\$ 12,264	\$ 31,961
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$ 92,828	\$ 89,535
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction	508,294	511,701
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction	8,600	10,794
272	Less: Amortization of Contributions		(291)
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$ 516,894	\$ 522,204
	TOTAL LIABILITIES	\$ 621,986	\$ 643,700
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 13,500	\$ 13,500
211	Paid in Capital in Excess of Par Value	643,183	643,183
215	Retained Earnings	(530,609)	(523,822)
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ 126,074	\$ 132,861
	TOTAL LIABILITIES AND CAPITAL	\$ 748,060	\$ 776,561

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 139,891	\$ 146,147
460	Unmetered Water Revenue		
474	Other Water Revenues	3,967	5,566
	TOTAL REVENUES	\$ 143,858	\$ 151,713
	OPERATING EXPENSES		
601	Salaries and Wages	\$ 20,372	\$ 21,292
610	Purchased Water		
615	Purchased Power	9,242	9,551
618	Chemicals		
620	Repairs and Maintenance	9,605	2,044
621	Office Supplies and Expense	1,985	1,647
630	Outside Services	26,337	30,060
635	Water Testing	8,175	5,165
641	Rents	706	706
650	Transportation Expenses		
657	Insurance – General Liability	2,354	2,822
659	Insurance - Health and Life	2,125	2,343
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	3,219	2,129
403	Depreciation Expense	47,031	52,776
408	Taxes Other Than Income	1,674	2,026
408.11	Property Taxes	3,916	4,633
409	Income Tax	590	5,082
	TOTAL OPERATING EXPENSES	\$ 137,331	\$ 142,276
	OPERATING INCOME/(LOSS)	\$ 6,527	\$ 9,437
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income	1,072	1,427
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense	(1,294)	(4,077)
	TOTAL OTHER INCOME/(EXPENSE)	\$ (222)	\$ (2,650)
	NET INCOME/(LOSS)	\$ 6,305	\$ 6,787

COMPANY NAME

Water Utility of Greater Tonopah, Inc.

SUPPLEMENTAL FINANCIAL DATA**Long-Term Debt**

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	6/2003			
Source of Loan	WIFA			
ACC Decision No.	64890			
Reason for Loan	Interconnect Pipeline			
Dollar Amount Issued	\$100,000	\$	\$	\$
Amount Outstanding	\$93,163	\$	\$	\$
Date of Maturity	11/2022			
Interest Rate	4.375%	%	%	%
Current Year Interest	\$3,981	\$	\$	\$
Current Year Principal	\$3,015	\$	\$	\$

Meter Deposit Balance at Test Year End

\$54,472

Meter Deposits Refunded During the Test Year

\$7,507

COMPANY NAME

Water Utility of Greater Tonopah, Inc.

WATER COMPANY PLANT DESCRIPTION**WELLS**

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-803811 (B&D)	1.5	25	283	12	1 ½	
55-639586 (Dixie)	5	30	246	16	1 ½	
55-804131 (Garden C.)	5	30	980	8	1 ½	
55-802143 (Roseview)	5	20	975	6	1 ½	
55-802141 (Sunshine)	7.5	125	153	8	1 ½	
55-802145 (WPE6)	7.5	25	570	8	1 ½	
55-802144 (Tufte)	2	15	400	8	1 ½	
55-802962 (Buckeye R)	5	100	900	16	2	2000
55-600209 (WPE #1)	10	30	790	8	1 ½	

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
15	6	25	
5	3		
3	3		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
150,000	1	5,000	1
100,000	1	3,000	1
25,000	2	2,500	1
10,000	2	2,000	2
5,000	3	1,000	4

COMPANY NAME

Water Utility of Greater Tonopah, Inc.

WATER COMPANY PLANT DESCRIPTION (CONTINUED)**MAINS**

Size (in inches)	Material	Length (in feet)
2	PVC	12,290
3	PVC	2,790
4	PVC	31,680
5		
6	PVC	10,561
8	PVC	13,700
10		
12		

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	208
3/4	
1	2
1 1/2	2
2	
Comp. 3	
Turbo 3	
Comp. 4	
Turbo 4	
Comp. 6	
Turbo 6	2

For the following three items, list the utility owned assets in each category.

TREATMENT EQUIPMENT:

STRUCTURES:

OTHER:

COMPANY NAME:

Water Utility of Greater Tonopah, Inc.

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2004

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLON PUMPED (Thousands)
JANUARY	191	1,330	1,351
FEBRUARY	195	1,151	1,447
MARCH	202	1,076	1,129
APRIL	200	1,509	1,556
MAY	203	1,797	1,793
JUNE	202	2,442	2,639
JULY	205	2,439	2,521
AUGUST	206	2,452	2,575
SEPTEMBER	206	2,291	2,646
OCTOBER	207	1,691	1,905
NOVEMBER	214	1,192	1,323
DECEMBER	214	1,201	1,610
TOTAL		N/A	22,495

Is the Water Utility located in an ADWR Active Management Area (AMA)?

☒ (X) Yes☐ () No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?

☐ () Yes☒ (X) No

If yes, provide the GPCPD amount: _____ -

What is the level of arsenic for each well on your system. see below mg/l*(If more than one well, please list each separately.)*ADWR #55-803811 (B&D) .012 mg/lADWR #55-600209 (WPE #1) .018 mg/lADWR #55-802962 (Buckeye R.) .013 mg/lADWR #55-802141 (Sunshine) .011 mg/lADWR #55-639586 (Dixie) .007 mg/lADWR #55-802145 (WPE #6) .110 mg/lADWR #55-802144 (Tufte) .026 mg/lADWR #55-804131 (Garden City) .024 mg/lADWR #55-802143 (Roseview) .024 mg/l**Note: If you are filing for more than one system, please provide separate data sheets for each system.**

COMPANY NAME Water Utility of Greater Tonopah, Inc. **YEAR ENDING 12/31/2004**

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2004 was: \$ 14,277

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

COMPANY NAME Water Utility of Greater Tonopah, Inc. YEAR ENDING 12/31/2004

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported (53,030)
Estimated or Actual Federal Tax Liability (7,954)

State Taxable Income Reported (57,002)
Estimated or Actual State Tax Liability (3,972)

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances 0
Amount of Gross-Up Tax Collected 0
Total Grossed-Up Contributions/Advances 0

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.



SIGNATURE

4/14/05

DATE

J. John Mihlik

PRINTED NAME

President

TITLE

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

RECEIVED

APR 18 2005

VERIFICATION

STATE OF AZ

I, THE UNDERSIGNED

OF THE

AZ Corporation Commission
Director Of Utilities

COUNTY OF (COUNTY NAME) Maricopa
NAME (OWNER OR OFFICIAL) TITLE J. John Mihlik
COMPANY NAME Water Utility of Greater Tonopah, Inc.

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2004

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2004 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 161,097

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 9,384
IN SALES TAXES BILLED, OR COLLECTED)

****REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 14th **DAY OF**



CHRISTINA VAN GOETHEM
Notary Public - Arizona
Maricopa County
Expires 10/31/06

MY COMMISSION EXPIRES 10/31/06

SIGNATURE OF OWNER OR OFFICIAL

602-274-0711

TELEPHONE NUMBER

COUNTY NAME	Maricopa	
MONTH	<u>April</u>	<u>2005</u>

SIGNATURE OF NOTARY PUBLIC

**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY**

RECEIVED

APR 18 2005

VERIFICATION

AZ Corporation Commission
Director Of Utilities

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) Maricopa	
NAME (OWNER OR OFFICIAL) J. John Mihlik	TITLE President
COMPANY NAME Water Utility of Greater Tonopah, Inc.	

**DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION
FOR THE YEAR ENDING**

MONTH	DAY	YEAR
12	31	2004

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

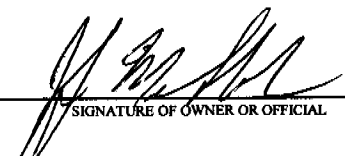
SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2004 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES
\$ 153,042

**(THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 8,915
IN SALES TAXES BILLED, OR COLLECTED)**

***RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.**



SIGNATURE OF OWNER OR OFFICIAL

602-224-0711

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

14th

DAY OF



**CHRISTINA VAN GOETHEM
Notary Public - Arizona
Maricopa County
Expires 10/31/06**

MY COMMISSION EXPIRES

10/31/06

NOTARY PUBLIC NAME Christina Van Goethem	
COUNTY NAME Maricopa	
MONTH April	2005

X 

SIGNATURE OF NOTARY PUBLIC

Water Utility of Greater Tonopah, Inc.
Balance Sheet
December 31, 2004

ASSETS

PROPERTY, PLANT & EQUIPMENT	\$	1,219,293.00
Construction in Progress		7,949.47
Accumulated Depreciation		<u>(503,943.76)</u>

TOTAL PROPERTY, PLANT & EQUIP.	723,298.71
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CURRENT ASSETS

Cash	3,383.62
Accounts Receivable	6,245.91
Other Receivable	0.00
Prepaid Expense	<u>2,659.86</u>

TOTAL CURRENT ASSETS	12,289.39
-----------------------------	------------------

OTHER ASSETS

Restricted Cash	2,416.75
Deferred Income Taxes	14,876.00
Deferred CAP Costs Fee	23,680.00
Deposits	0.00
Inter-Co Receivable	0.00
Investments	<u>0.00</u>

TOTAL OTHER ASSETS	40,972.75
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TOTAL ASSETS	\$	776,560.85
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Unaudited

Water Utility of Greater Tonopah, Inc.
Balance Sheet
December 31, 2004

STOCKHOLDER'S EQUITY & LIABILITIES

STOCKHOLDER'S EQUITY

Common Stock	\$ 13,500.00
Additional Paid in Capital	643,183.00
Retained Earnings	(530,609.45)
Net Income	6,787.32

TOTAL STOCKHOLDER'S EQUITY 132,860.87

LONG-TERM DEBT

L-T Debt (Net of C/P)	89,534.69
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TOTAL LONG-TERM DEBT 89,534.69

CURRENT LIABILITIES

Current Portion of L-T Debt	3,628.07
Account Payable	0.00
Customer Security Deposits	3,570.00
Current Portion of AIAC	173.17
Accrued Property Taxes	1,948.67
Accrued Sales & Use Taxes	596.85
Accrued Income Tax	0.00

TOTAL CURRENT LIABILITIES 9,916.76

DEFERRED LIABILITIES

Meter Deposits	54,472.00
Inter-Co Payable	22,217.06
AIAC (Net of C/P)	457,056.18
Contribution for Construction	10,794.21
Amortization of Contributions	(290.92)

TOTAL DEFERRED LIABILITIES 544,248.53

**TOTAL STOCKHOLDER'S EQUITY
& LIABILITIES**

\$ 776,560.85

Unaudited

Water Utility of Greater Tonopah, Inc.
Income Statement
For the Twelve Months Ending December 31, 2004

	<u>Current Month</u>	<u>Year to Date</u>
Water Sales	\$ 9,355.60	\$ 146,146.65
Other Operating Revenue	619.44	5,566.24
TOTAL OPERATING REVENUE	9,975.04	151,712.89
OPERATING EXPENSE		
Wages	1,489.62	21,071.78
Employee Benefits	198.50	2,342.91
IRA Contribution	23.06	220.48
Purchased Power	644.63	9,550.59
Repairs & Maintenance	0.00	2,043.89
Water Testing & Treat.	160.00	5,164.96
Outside Services	1,847.14	5,610.48
Management Fees	2,140.00	24,450.00
General Office & Admin.	79.91	1,647.49
Rent	58.80	705.60
General Insurance	235.15	2,821.80
Depreciation	4,131.35	52,775.55
Rate Case Expense	0.00	0.00
Bad Debts	106.73	1,021.11
Regulatory/Permits	0.00	1,107.68
Payroll Taxes	232.44	2,025.90
Property Taxes	386.15	4,633.36
Income Taxes	3,432.00	5,082.00
TOTAL OPERATING EXPENSES	15,165.48	142,275.58
EARNINGS (LOSS) FROM OPERATION	(5,190.44)	9,437.31
OTHER INCOME (EXPENSE)		
Interest Income	0.00	0.00
Interest Expense	(535.93)	(4,076.99)
Other Income (Expense)	0.00	0.00
Income (Tax) Benefit	1,427.00	1,427.00
TOTAL OTHER INCOME (EXPENSE)	891.07	(2,649.99)
NET EARNINGS (LOSS)	\$ (4,299.37)	\$ 6,787.32

Unaudited

Water Utility of Greater Tonopah, Inc.
Statement of Cash Flow
For the twelve Months Ended December 31, 2004

	Current Month	Year to Date
NET EARNINGS (LOSS)	\$ (4,299.37)	\$ 6,787.32
CASH FLOWS FROM OPERATING ACTIVITIES		
Depreciation	4,422.27	53,066.47
Accounts Receivable	39.15	3,445.58
Prepaid Expense	(750.00)	(2,126.26)
Deferred Income Tax	15,581.00	15,581.00
Deferred Expense	(127.15)	(3,319.15)
Accounts Payable	0.00	0.00
Intercompany Payable	(70,937.31)	22,217.06
Intercompany Receivable	62,500.93	15,940.93
Accrued Liabilities	(1,286.45)	201.91
TOTAL ADJUSTMENTS	9,442.44	105,007.54
NET CASH FROM OPERATIONS	5,143.07	111,794.86
CASH FLOWS FROM INVESTING ACTIVITIES		
Capital Expenditures	(3,385.00)	(110,553.28)
NET CASH FOR (USED) IN INVESTING	(3,385.00)	(110,553.28)
CASH FLOWS FROM FINANCING ACTIVITIES		
Borrowing	0.00	0.00
Repayment of Debt	(121.00)	(3,015.00)
Restricted Cash	0.00	0.00
Paid In Capital	0.00	0.00
AIAC	0.00	(2,727.60)
Proceeds from Sec. Deposits	(2,460.00)	(3,000.00)
Proceeds from Meter Deposits	970.00	6,135.00
Proceeds from Meter Deposits	0.00	0.00
Contribution for Construction	(290.92)	1,903.13
CASH PROVIDED FOR FINANCING	(1,901.92)	(704.47)
NET CASH FLOW	(143.85)	537.11
Summary		
Cash Balance at End of Period	3,383.62	3,383.62
Cash Balance at Beg. of Period	3,527.47	2,846.51
Net Increase <Decrease> in Cash	\$ (143.85)	\$ 537.11

Unaudited

REFERENCE NO.	DESCRIPTION	INVOICE DATE	INVOICE AMOUNT	DISCOUNT TAKEN	AMOUNT PAID
	Parcel #506-58-263 7 - 2nd				53.52
	Parcel #655-94-700 8 - 2nd				297.95
	Parcel #655-94-707 9 - 2nd				653.80
	Parcel #655-99-000 2 - 2nd				615.06
	Parcel #655-99-002 7 - 2nd				107.77

CHECK DATE	CHECK NO.	PAYEE	DISCOUNTS TAKEN	CHECK AMOUNT
4/7/04	1189	Maricopa County Treasurer		\$1,728.10

WATER UTILITY OF GREATER TONOPAH, INC
 3800 N. CENTRAL AVE. STE. 500
 PHOENIX, AZ 85012
 602-224-0711

BANK ONE
 PHOENIX, AZ 85001
 91-2/1221

1189

Memo: CHECK NO. DATE AMOUNT
 1189 Apr 7, 2004 *****\$1,728.10
 One Thousand Seven Hundred Twenty-Eight and 10/100 Dollars

PAY TO THE ORDER OF: Maricopa County Treasurer
 P.O. Box 78574
 Phoenix, AZ 85062-8574

AUTHORIZED SIGNATURE

⑈001189⑈ ⑆122100024⑆ 2908⑈3815⑈

WATER UTILITY OF GREATER TONOPAH, INC

1189

REFERENCE NO.	DESCRIPTION	INVOICE DATE	INVOICE AMOUNT	DISCOUNT TAKEN	AMOUNT PAID
	Parcel #506-58-263 7 - 2nd				53.52
	Parcel #655-94-700 8 - 2nd				297.95
	Parcel #655-94-707 9 - 2nd				653.80
	Parcel #655-99-000 2 - 2nd				615.06
	Parcel #655-99-002 7 - 2nd				107.77

CHECK DATE	CHECK NO.	PAYEE	DISCOUNTS TAKEN	CHECK AMOUNT
4/7/04	1189	Maricopa County Treasurer		\$1,728.10

REFERENCE NO.	DESCRIPTION	INVOICE DATE	INVOICE AMOUNT	DISCOUNT TAKEN	AMOUNT PAID
	Parcel #401-42-520 1				6,778.17

CHECK DATE	CHECK NO.	PAYEE	DISCOUNTS TAKEN	CHECK AMOUNT
4/21/04	1193	Maricopa County Treasurer		\$6,778.17

WATER UTILITY OF GREATER TONOPAH, INC
 3800 N. CENTRAL AVE. STE. 500
 PHOENIX, AZ 85012
 602-224-0711

BANK ONE
 PHOENIX, AZ 85001
 91-2/1221

1193

Memo: Parcel #401-42-520 1

CHECK NO.

DATE

AMOUNT

1193

Apr 21, 2004

****\$6,778.17

Six Thousand Seven Hundred Seventy-Eight and 17/100 Dollars

PAY
TO THE
ORDER
OF:

Maricopa County Treasurer
 301 W. Jefferson
 Room 100
 Phoenix, AZ 85003

AUTHORIZED SIGNATURE

SECURITY FEATURES INCLUDED. DETAILS ON BACK.

⑈001193⑈ ⑆122100024⑆

2908⑈3815⑈

WATER UTILITY OF GREATER TONOPAH, INC

1193

REFERENCE NO.	DESCRIPTION	INVOICE DATE	INVOICE AMOUNT	DISCOUNT TAKEN	AMOUNT PAID
	Parcel #401-42-520 1				6,778.17

CHECK DATE	CHECK NO.	PAYEE	DISCOUNTS TAKEN	CHECK AMOUNT
4/21/04	1193	Maricopa County Treasurer		\$6,778.17

REFERENCE NO.	DESCRIPTION	INVOICE DATE	INVOICE AMOUNT	DISCOUNT TAKEN	AMOUNT PAID
	Parcel# 506-35-127 4 - Tax				3,086.08

CHECK DATE	CHECK NO.	PAYEE	DISCOUNTS TAKEN	CHECK AMOUNT
8/2/04	1240	Maricopa County Treasurer		\$3,086.08

WATER UTILITY OF GREATER TONOPAH, INC
 3800 N. CENTRAL AVE. STE. 500
 PHOENIX, AZ 85012
 602-224-0711

BANK ONE
 PHOENIX, AZ 85001
 91-2/1221

1240

Memo: Parcel# 506-35-127 4

CHECK NO.

DATE

AMOUNT

1240

Aug 2, 2004

*****\$3,086.08

Three Thousand Eighty-Six and 08/100 Dollars

PAY
 TO THE
 ORDER
 OF:

Maricopa County Treasurer
 301 W. Jefferson, Rm 100
 Phoenix, AZ 85003

SECURITY FEATURES INCLUDED. DETAILS ON BACK.

AUTHORIZED SIGNATURE

⑈001240⑈ ⑆122100024⑆

2908⑈3815⑈

WATER UTILITY OF GREATER TONOPAH, INC

1240

REFERENCE NO.	DESCRIPTION	INVOICE DATE	INVOICE AMOUNT	DISCOUNT TAKEN	AMOUNT PAID
	Parcel# 506-35-127 4 - Tax				3,086.08

CHECK DATE	CHECK NO.	PAYEE	DISCOUNTS TAKEN	CHECK AMOUNT
8/2/04	1240	Maricopa County Treasurer		\$3,086.08

REFERENCE NO.	DESCRIPTION	INVOICE DATE	INVOICE AMOUNT	DISCOUNT TAKEN	AMOUNT PAID
	Parcel# 506-33-147 8 - Full				60.16
	Parcel# 506-33-247 3 - Full				67.06
	Parcel# 506-33-310 9 - Full				4.08
	Parcel# 506-33-457 1 - Full				32.54
	Parcel# 506-33-476 6 - Full				37.18
	Parcel# 506-35-258 6 - Full				21.28
	Parcel# 506-58-263 7 - Full				106.80

CHECK DATE	CHECK NO.	PAYEE	DISCOUNTS TAKEN	CHECK AMOUNT
10/6/04	1271	Maricopa County Treasurer		\$329.10

WATER UTILITY OF GREATER TONOPAH, INC
3800 N. CENTRAL AVE. STE. 500
PHOENIX, AZ 85012
602-224-0711

BANK ONE
PHOENIX, AZ 85001
91-2/1221

1271

Memo: CHECK NO. 1271 DATE Oct 6, 2004 AMOUNT *****\$329.10
Three Hundred Twenty-Nine and 10/100 Dollars

PAY TO THE ORDER OF:
Maricopa County Treasurer
P.O. Box 78574
Phoenix, AZ 85062-8574

AUTHORIZED SIGNATURE

SECURITY FEATURES INCLUDED. DETAILS ON BACK.

⑈001271⑈ ⑆122100024⑆ 2908⑈3815⑈

WATER UTILITY OF GREATER TONOPAH, INC

1271

REFERENCE NO.	DESCRIPTION	INVOICE DATE	INVOICE AMOUNT	DISCOUNT TAKEN	AMOUNT PAID
	Parcel# 506-33-147 8 - Full				60.16
	Parcel# 506-33-247 3 - Full				67.06
	Parcel# 506-33-310 9 - Full				4.08
	Parcel# 506-33-457 1 - Full				32.54
	Parcel# 506-33-476 6 - Full				37.18
	Parcel# 506-35-258 6 - Full				21.28
	Parcel# 506-58-263 7 - Full				106.80

CHECK DATE	CHECK NO.	PAYEE	DISCOUNTS TAKEN	CHECK AMOUNT
10/6/04	1271	Maricopa County Treasurer		\$329.10

REFERENCE NO.	DESCRIPTION	INVOICE DATE	INVOICE AMOUNT	DISCOUNT TAKEN	AMOUNT PAID
	Parcel# 401-42-582 3 - Full				52.50
	Parcel# 401-42-582 3 - Full				43.68

CHECK DATE	CHECK NO.	PAYEE	DISCOUNT TAKEN	CHECK AMOUNT
10/6/04	1270	Maricopa County Treasurer		\$96.18

WATER UTILITY OF GREATER TONOPAH, INC
 3800 N. CENTRAL AVE. STE. 500
 PHOENIX, AZ 85012
 602-224-0711

BANK ONE
 PHOENIX, AZ 85001
 91-2/1221

1270

Memo: Parcel# 401-42-582 3

CHECK NO.
1270DATE
Oct 6, 2004AMOUNT
*****\$96.18

Ninety-Six and 18/100 Dollars

PAY
 TO THE
 ORDER
 OF:

Maricopa County Treasurer
 P.O. Box 78574
 Phoenix, AZ 85062-8574

SECURITY FEATURES INCLUDED. DETAILS ON BACK.

AUTHORIZED SIGNATURE

⑈001270⑈ ⑆122100024⑆

2908 3815⑈

WATER UTILITY OF GREATER TONOPAH, INC

1270

REFERENCE NO.	DESCRIPTION	INVOICE DATE	INVOICE AMOUNT	DISCOUNT TAKEN	AMOUNT PAID
	Parcel# 401-42-582 3 - Full				52.50
	Parcel# 401-42-582 3 - Full				43.68

CHECK DATE	CHECK NO.	PAYEE	DISCOUNT TAKEN	CHECK AMOUNT
10/6/04	1270	Maricopa County Treasurer		\$96.18

REFERENCE NO.	DESCRIPTION	INVOICE DATE	INVOICE AMOUNT	DISCOUNT TAKEN	AMOUNT PAID
	Parcel# 506-32-020B 2 -				82.66
	Parcel# 506-33-192 3 - Full				4.64
	Parcel# 506-33-311 6 - Full				37.18
	Parcel# 506-35-127 4 - Full				19.62
	Parcel# 506-35-262 9 - Full				24.28
	Parcel# 506-35-457 0 - Full				24.48
	Parcel# 506-35-601 5 - Full				25.76

CHECK DATE	CHECK NO.	PAYEE	DISCOUNTS TAKEN	CHECK AMOUNT
10/6/04	1272	Maricopa County Treasurer	0.00	\$218.62

WATER UTILITY OF GREATER TONOPAH, INC

3800 N. CENTRAL AVE. STE. 500
PHOENIX, AZ 85012
602-224-0711

BANK ONE
PHOENIX, AZ 85001
91-2/1221

1272

Memo:

CHECK NO.

DATE

AMOUNT

1272

Oct 6, 2004

*****\$218.62

Two Hundred Eighteen and 62/100 Dollars

PAY
TO THE
ORDER
OF:

Maricopa County Treasurer
P.O. Box 78574
Phoenix, AZ 85062-8574

AUTHORIZED SIGNATURE

SECURITY FEATURES INCLUDED. DETAILS ON BACK.

⑈001272⑈ ⑆122100024⑆ 2908⑈3815⑈

WATER UTILITY OF GREATER TONOPAH, INC

1272

REFERENCE NO.	DESCRIPTION	INVOICE DATE	INVOICE AMOUNT	DISCOUNT TAKEN	AMOUNT PAID
	Parcel# 506-32-020B 2 -				82.66
	Parcel# 506-33-192 3 - Full				4.64
	Parcel# 506-33-311 6 - Full				37.18
	Parcel# 506-35-127 4 - Full				19.62
	Parcel# 506-35-262 9 - Full				24.28
	Parcel# 506-35-457 0 - Full				24.48
	Parcel# 506-35-601 5 - Full				25.76

CHECK DATE	CHECK NO.	PAYEE	DISCOUNTS TAKEN	CHECK AMOUNT
10/6/04	1272	Maricopa County Treasurer	0.00	\$218.62

REFERENCE NO.	DESCRIPTION	INVOICE DATE	INVOICE AMOUNT	DISCOUNT TAKEN	AMOUNT PAID
	Parcel# 506-35-640 3 - Full				4.64
	Parcel# 506-35-641 1 - Full				4.64
	Parcel# 506-45-021D 5 1 -				26.94
	Parcel# 506-45-277 5 - Full				4.64
	Parcel# 506-45-278 2 - Full				4.64
	Parcel# 647-64-705 7 - Full				20.40
	Parcel# 647-64-900 1 - Full				26.22

CHECK DATE	CHECK NO.	PAYEE	DISCOUNTS TAKEN	CHECK AMOUNT
10/6/04	1273	Maricopa County Treasurer		\$92.12

WATER UTILITY OF GREATER TONOPAH, INC
3800 N. CENTRAL AVE. STE. 500
PHOENIX, AZ 85012
602-224-0711

BANK ONE
PHOENIX, AZ 85001
91-2/1221

1273

Memo:

CHECK NO.

DATE

AMOUNT

1273

Oct 6, 2004

*****\$92.12

Ninety-Two and 12/100 Dollars

PAY
TO THE
ORDER
OF:

Maricopa County Treasurer
P.O. Box 78574
Phoenix, AZ 85062-8574

AUTHORIZED SIGNATURE

⑈001273⑈ ⑆122100024⑆

2908⑈3815⑈

WATER UTILITY OF GREATER TONOPAH, INC

1273

REFERENCE NO.	DESCRIPTION	INVOICE DATE	INVOICE AMOUNT	DISCOUNT TAKEN	AMOUNT PAID
	Parcel# 506-35-640 3 - Full				4.64
	Parcel# 506-35-641 1 - Full				4.64
	Parcel# 506-45-021D 5 1 -				26.94
	Parcel# 506-45-277 5 - Full				4.64
	Parcel# 506-45-278 2 - Full				4.64
	Parcel# 647-64-705 7 - Full				20.40
	Parcel# 647-64-900 1 - Full				26.22

CHECK DATE	CHECK NO.	PAYEE	DISCOUNTS TAKEN	CHECK AMOUNT
10/6/04	1273	Maricopa County Treasurer		\$92.12

REFERENCE NO.	DESCRIPTION	INVOICE DATE	INVOICE AMOUNT	DISCOUNT TAKEN	AMOUNT PAID
	Parcel# 647-64-700 1 - First				258.57
	Parcel# 647-64-707 1 - First				539.92
	Parcel# 647-69-000 5 - First				1,047.75
	Parcel# 647-69-002 0 - First				102.43

CHECK DATE	CHECK NO.	PAYEE	DISCOUNTS TAKEN	CHECK AMOUNT
10/6/04	1274	Maricopa County Treasurer		\$1,948.67

WATER UTILITY OF GREATER TONOPAH, INC
 3800 N. CENTRAL AVE. STE. 500
 PHOENIX, AZ 85012
 602-224-0711

BANK ONE
 PHOENIX, AZ 85001
 91-2/1221

1274

Memo: CHECK NO. 1274 DATE Oct 6, 2004 AMOUNT ****\$1,948.67
 One Thousand Nine Hundred Forty-Eight and 67/100 Dollars

PAY TO THE ORDER OF: Maricopa County Treasurer
 P.O. Box 78574
 Phoenix, AZ 85062-8574

AUTHORIZED SIGNATURE

SECURITY FEATURES INCLUDED. DETAILS ON BACK. 0001274 122100024 2908 3815

WATER UTILITY OF GREATER TONOPAH, INC

1274

REFERENCE NO.	DESCRIPTION	INVOICE DATE	INVOICE AMOUNT	DISCOUNT TAKEN	AMOUNT PAID
	Parcel# 647-64-700 1 - First				258.57
	Parcel# 647-64-707 1 - First				539.92
	Parcel# 647-69-000 5 - First				1,047.75
	Parcel# 647-69-002 0 - First				102.43

CHECK DATE	CHECK NO.	PAYEE	DISCOUNTS TAKEN	CHECK AMOUNT
10/6/04	1274	Maricopa County Treasurer		\$1,948.67